

The Clemson Agricultural College
Clemson, South Carolina

MINUTES

of the meeting of

THE CLEMSON AGRICULTURAL COLLEGE

BOARD OF TRUSTEES

Held in The State House
Columbia, South Carolina

May 10, 1961

The Board convened at 10:30 a. m. The following members were present for the meeting: Messrs. R. M. Cooper, President of the Board, Presiding; Edgar A. Brown, Winchester Smith, Robert R. Coker, Robert L. Stoddard, A. M. Quattlebaum, W. Gordon McCabe, Jr., and L. D. Holmes. Others present were M. A. Wilson and G. E. Metz.

Item 1. Resolution Regarding State Institution Tuition Bonds

Special Meeting: This special meeting was called for the expressed purpose of considering a resolution concerning the issuance of Eight Hundred Thousand Dollars (\$800,000) of State Institution Bonds.

Resolution: The following resolution with attached Exhibit "A" was introduced by Mr. Winchester Smith:

THE STATE OF SOUTH CAROLINA.

WHEREAS, the Board of Trustees of The Clemson Agricultural College of South Carolina desires to make the improvements hereinafter described and to finance the cost thereof from the proceeds of State Institution Bonds to be issued by the Governor and State Treasurer pursuant to the provisions of Act No. 139 of the Acts of 1953 of South Carolina, as amended,

NOW, THEREFORE, BE IT RESOLVED BY THE BOARD OF TRUSTEES OF THE CLEMSON AGRICULTURAL COLLEGE OF SOUTH CAROLINA, IN MEETING DULY ASSEMBLED:

(1) The Board of Trustees of The Clemson Agricultural College of South Carolina hereby makes application to the State Budget and Control Board of the State of South Carolina for Eight Hundred Thousand Dollars (\$800,000) to be used to finance the cost of enlarging and improving the existing system of utilities, owned by the College, and which now serve the College. Such funds will be used to accomplish the following:

- (a) To enlarge the capacity of the existing steam plant;
- (b) To improve and enlarge the electric utility system;
- (c) To construct a utility tunnel in which to house utility lines serving College buildings; and
- (d) To improve and enlarge sewer lines, including the establishment of a utility trunk sewer in an area of the campus west of Sirrine Hall, to accommodate Sirrine Hall and Earle Hall and to relieve the overload on the existing outfall sewer line.

(2) The Board of Trustees hereby estimates the aggregate cost of the improvements referred to above at \$800,000.

(3) The Board of Trustees has ascertained and hereby determines that the number of regularly enrolled students at The Clemson Agricultural College of South Carolina at the

close of the last preceding regular academic semester (or quarter), which ended on the 31st day of January, 1961, and the annual tuition fee payable by each of such students in accordance with the schedule of tuition fees then and now in effect, and the aggregate amount of such tuition fees payable by such students are as follows:

Number of Regularly Enrolled Students		Tuition Fees	Aggregate Amount of Tuition Fees
Resident Students	3,274	\$160	\$523,840
Non-resident Students	<u>550</u>	\$360	<u>\$198,000</u>
	3,824		\$721,840

(4) The Board of Trustees hereby suggests that the \$800,000 State Institution Bonds to be issued to provide the funds requested by this Resolution be dated as of May 1, 1961, and shall mature on May 1, in annual instalments as follows:

- \$ 20,000 in each of the years 1962 to 1966, inclusive;
- \$ 30,000 in each of the years 1967 and 1968;
- \$ 40,000 in the year 1969;
- \$120,000 in the year 1970;
- \$250,000 in the year 1971;
- \$120,000 in the year 1972;
- \$ 15,000 in each of the years 1973 to 1976, inclusive; and
- \$ 10,000 in each of the years 1977 to 1981, inclusive.

(5) The Board of Trustees has ascertained and determines that as of May 2, 1961, the only unmatured State Institution Bonds heretofore issued for The Clemson Agricultural College of South Carolina are those listed below:

- (a) An issue dated April 1st, 1954, in the original amount of \$3,100,000, of which \$990,000 are now outstanding. Such bonds mature on April 1st and bear interest as follows:

- \$190,000 in each of the years 1962 to 1964, inclusive; and
- \$140,000 in each of the years 1965 to 1967, inclusive.

Such bonds bear interest at the rate of 1-3/4% per annum.

- (b) An issue dated June 1st, 1955, in the original amount of \$750,000, of which \$555,000 are now outstanding. Such bonds mature on June 1st and bear interest as follows:

\$40,000 in each of the years 1961 to 1966, inclusive; and

\$35,000 in each of the years 1967 to 1975, inclusive.

The bonds maturing in the year 1961 bear interest at the rate of 2-1/4% per annum; those maturing in the years 1962 to 1970, inclusive, bear interest at the rate of 1-3/4% per annum, and those maturing in the years 1971 to 1975, inclusive, bear interest at the rate of 2% per annum.

- (c) An issue dated November 1st, 1957, in the original amount of \$2,100,000, of which \$1,878,000 are now outstanding. Such bonds mature on November 1st and bear interest as follows:

\$ 80,000 in the year 1961;
 \$ 83,000 in the year 1962;
 \$ 87,000 in the year 1963;
 \$ 90,000 in the year 1964;
 \$ 94,000 in the year 1965;
 \$ 97,000 in the year 1966;
 \$101,000 in the year 1967;
 \$105,000 in the year 1968;
 \$109,000 in the year 1969;
 \$113,000 in the year 1970;
 \$118,000 in the year 1971;
 \$123,000 in the year 1972;
 \$128,000 in the year 1973;
 \$133,000 in the year 1974;
 \$138,000 in the year 1975;
 \$143,000 in the year 1976; and
 \$136,000 in the year 1977.

Such bonds bear interest at the rate of 4% per annum.

- (d) An issue dated May 1st, 1959, in the original amount of \$1,900,000, of which \$1,715,000 are now outstanding. Such bonds mature on May 1st and bear interest as follows:

\$100,000 in the year 1962;
 \$105,000 in the year 1963;
 \$110,000 in the year 1964;
 \$130,000 in the years 1965 to 1969, inclusive;
~~\$110,000 in the year 1970;~~
 \$105,000 in the year 1971;
 \$100,000 in the year 1972;
 \$ 95,000 in the year 1973;
 \$ 90,000 in the year 1974;
 \$ 60,000 in the year 1975;
 \$ 55,000 in the year 1976;
 \$ 50,000 in the year 1977;
 \$ 45,000 in the year 1978; and
 \$ 40,000 in the year 1979.

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Such bonds bear interest at the rate of 4% per annum.

- (e) An issue dated May 1st, 1960, in the original amount of \$1,075,000, of which \$1,065,000 are now outstanding. Such bonds mature on May 1st and bear interest as follows:

\$ 10,000 in the years 1962 and 1963;
\$ 15,000 in the year 1964;
\$ 55,000 in the year 1965;
\$ 65,000 in the year 1966;
\$ 75,000 in the year 1967;
\$225,000 in the years 1968 and 1969;
\$185,000 in the year 1970;
\$ 30,000 in the years 1971 and 1972;
\$ 25,000 in the years 1973 and 1974;
\$ 20,000 in the years 1975 and 1976;
\$ 15,000 in the years 1977 and 1978; and
\$ 10,000 in the years 1979 and 1980.

Such bonds bear interest at the rate of 5% per annum.

(6) The Board of Trustees hereby agrees that the schedule of tuition fees hereinbefore described will be revised from time to time and whenever necessary in order to provide the annual principal and interest requirements on said \$800,000 State Institution Bonds and on all outstanding State Institution Bonds issued for The Clemson Agricultural College of South Carolina.

(7) The Secretary of the Board of Trustees is hereby directed to present a certified copy of this resolution to the State Budget and Control Board of the State of South Carolina.

EXHIBIT A

RELATING TO THE APPLICATION OF THE BOARD OF TRUSTEES OF THE CLEMSON AGRICULTURAL COLLEGE OF SOUTH CAROLINA FOR THE ISSUANCE OF \$800,000 STATE INSTITUTION BONDS, TO BE DATED MAY 1, 1961.

I.

The following schedule shows the tuition fees of students at The Clemson Agricultural College of South Carolina. It establishes the funds produced at the end of the last preceding regular academic semester, which ended January 31, 1961.

NUMBER OF REGULARLY ENROLLED STUDENTS		TUITION FEES	AGGREGATE AMOUNT OF TUITION FEES
Students, Residents of South Carolina	3,274	\$160	\$523,840
Students, Out of State	<u>550</u>	\$360	<u>\$198,000</u>
	3,824		\$721,840

II.

The tuition fees now in effect are the same shown by the schedule set forth in Paragraph I, supra. If the revenue derived remains constant for the next twenty years, it would produce an aggregate of \$14,436,800.

III.

The following is the suggested maturity schedule of the bonds now sought to be issued:

- \$ 20,000 on May 1st in each of the years
1962 to 1966, inclusive;
- \$ 30,000 on May 1st in each of the years
1967 and 1968;
- \$ 40,000 on May 1st, 1969;
- \$120,000 on May 1st, 1970;
- \$250,000 on May 1st, 1971;
- \$120,000 on May 1st, 1972;
- \$ 15,000 on May 1st in each of the years
1973 to 1976, inclusive; and
- \$ 10,000 on May 1st in each of the years
1977 to 1981, inclusive.

IV.

State Institution Bonds heretofore issued on behalf of The Clemson Agricultural College of South Carolina, and which are now outstanding consist of:

- (1) The now outstanding \$990,000 of an original issue of \$3,100,000, dated April 1, 1954. Such bonds mature and bear interest as shown in the Resolution to which this Exhibit is attached.

The aggregate principal and interest requirements for these bonds after May 1, 1961 and until their respective maturities is \$1,046,700.

- (2) The now outstanding \$555,000 of an original issue of \$750,000, dated June 1, 1955. Such bonds mature and bear interest as shown in the Resolution to which this Exhibit is attached.

The aggregate principal and interest requirements for these bonds after May 1, 1961 and until their respective maturities is \$ 631,050.

- (3) The now outstanding \$1,878,000 of an original issue of \$2,100,000, dated November 1, 1957. Such bonds mature and bear interest as shown in the Resolution to which this Exhibit is attached.

The aggregate principal and interest requirements for these bonds after May 1, 1961 and until their respective maturities is \$2,582,320.

- (4) The now outstanding \$1,715,000 of an original issue of \$1,900,000, dated May 1, 1959. Such bonds mature and bear interest as shown in the Resolution to which this Exhibit is attached.

The aggregate principal and interest requirements for these bonds after May 1, 1961 and until their respective maturities is \$2,272,600.

- (5) The now outstanding \$1,065,000 of an original issue of \$1,075,000, dated May 1, 1960. Such bonds mature and bear interest as shown in the Resolution to which this Exhibit is attached.

The aggregate principal and interest requirements for these bonds after May 1, 1961 and until their respective maturities is \$1,505,500.

V.

The following schedule shows the debt service requirements of all State Institution Bonds now outstanding and now proposed to be issued (from May 2, 1961 until all of said Bonds shall have matured).

FISCAL YEAR ENDING JUNE 30TH	DEBT SERVICE ON BONDS NOW OUTSTANDING	PRINCIPAL OF PROPOSED ISSUE	INTEREST OF PROPOSED ISSUE	TOTAL DEBT SERVICE ON ALL BONDS TO BE OUTSTANDING
1961	\$ 45,175	\$ -	\$ -	\$ 45,175
1962	642,145	20,000	36,000	698,145
1963	638,360	20,000	35,100	693,460
1964	640,235	20,000	34,200	694,435
1965	640,520	20,000	33,300	693,820
1966	639,740	20,000	32,400	692,140
1967	632,320	30,000	31,500	693,820
1968	630,347.50	30,000	30,150	690,497.50
1969	613,165	40,000	28,800	681,965
1970	535,822.50	120,000	27,000	682,822.50
1971	361,120	250,000	21,600	632,720
1972	350,100	120,000	10,350	480,450
1973	334,080	15,000	4,950	354,030
1974	323,310	15,000	4,275	342,585
1975	282,540	15,000	3,600	301,140
1976	238,020	15,000	2,925	255,945
1977	224,200	10,000	2,250	236,450
1978	203,870	10,000	1,800	215,670
1979	52,600	10,000	1,350	63,950
1980	10,500	10,000	900	21,400
1981	-	10,000	450	10,450
	<u>\$8,038,170</u>	<u>\$800,000</u>	<u>\$342,900</u>	<u>\$9,181,070</u>

VI.

The aggregate debt service requirements of all State Institution Bonds issued for Clemson College outstanding, or to be outstanding, if the bonds herein sought to be authorized shall be issued, will be as follows:

Issue of April 1, 1954	\$1,046,700
Issue of June 1, 1955	631,050
Issue of November 1, 1957	2,582,320
Issue of May 1, 1959	2,272,600
Issue of May 1, 1960	1,505,500
Issue of May 1, 1961	<u>1,142,900</u>

TOTAL ----- \$9,181,070

One Hundred Fifty per cent (150%) of the foregoing is \$13,771,605, which is less than the amount of anticipated revenues, shown by Paragraph II to be \$14,436,800.

In addition, the actual value of funds held by the State Treasurer on May 1, 1961 for the credit of Clemson College, (after effecting payment of May 1, 1961 and prior principal and interest maturities), was \$406,417.05. If this sum be deducted

Exhibit A
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from the estimated aggregate principal and interest requirements of all State Institution Bonds to be outstanding for Clemson College, the remainder thus calculated will be \$8,774,652.95. 150% of this figure is \$13,161,979.43, which again is less (by a greater amount) than the anticipated revenues of \$14,436,800.

(May 10, 1961, Continued)

Board Action: The above resolution with attached Exhibit "A" was seconded by Mr. Robert L. Stoddard and adopted by a unanimous vote.

Item 2. Adjournment. There being no further business, the meeting was adjourned.

CORRECT:

G. E. Metz
G. E. Metz, Secretary

APPROVED:

R. M. Cooper
R. M. Cooper, President